



JENNIFER M. GRANHOLM
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF MANAGEMENT & BUDGET
LANSING

MITCH IRWIN
DIRECTOR

May 27, 2005

The Honorable Shirley Johnson, Chairperson
Joint Capital Outlay Subcommittee
S-324 Capitol
Lansing, MI 48933

Dear Senator Johnson:

Section 1304 of Public Act 309 of 2004, which provides for FY 05 capital outlay appropriations, requires that the Department of Management and Budget advise the Joint Capital Outlay Subcommittee of any refinancing that may be undertaken by the State Building Authority.

On May 26, 2005, the Authority completed the sale of its 2005 Revenue Refunding Bonds, Series I (Facilities Program). The par amount of the sale totaled \$293,395,000. It refunded three prior Authority bond issues. Pursuant to this refunding, the State of Michigan's rent obligation will terminate on the following projects:

Ferris State University Elastomer Institute
Lake Michigan College South Campus Center
Michigan Technological University Ecosystem Science Project
Lake Michigan College Student Services Center
Department of Corrections Thumb Correctional Facility Additional Housing Units
Department of Corrections Pugsley Correctional Facility Additional Housing Units
Department of Corrections Macomb Correctional Facility Additional Housing Units
Department of Corrections Camp Ojibway Additional Housing Units
Department of Corrections Saginaw Correctional Facility Additional Housing Units
Department of Corrections Cooper Street Correctional Facility Additional Housing Units
Family Independence Agency - W.J. Maxey Boys Training School
Michigan State Police - State Police Crime Lab

If you have any further questions concerning this transaction, please do not hesitate to contact my office.

Sincerely,

Deborah M. Roberts
Deputy Executive Director

c: Representative David Farhat
Members of JCOS
Senate Fiscal Agency
House Fiscal Agency

Mitch Irwin
Mary Lannoye
Tim Hughes